

Conetco Corporation d/b/a
Communications Network Corporation

KELLEY DRYE & WARREN LLP

A PARTNERSHIP INCLUDING PROFESSIONAL ASSOCIATIONS

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BY UNITED PARCEL SERVICE

Mr. Don Mills
Executive Director
Commonwealth of Kentucky
Public Service Commission
730 Schenkel Lane
Frankfort, KY 40602

October 7, 1996

PUBLIC SERVICE COMMISSION
OF KENTUCKY
EFFECTIVE

OCT 0 - 1996

PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

BY: Phillip Lammie
DIRECTOR, RATES & RESEARCH DIV

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PUBLIC SERVICE
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Re: Transfer of Assets from Communications Network Corporation a/k/a Conetco

Dear Mr. Mills:

WorldCom Network Services, Inc. d/b/a WilTel Network Services ("WilTel"), a wholly-owned subsidiary of WorldCom, Inc. d/b/a LDDS WorldCom ("WorldCom"), by its attorneys, hereby respectfully notifies the Kentucky Public Service Commission ("Commission") *nunc pro tunc* of a transfer of assets from Communications Network Corporation a/k/a Conetco ("Conetco") to WilTel. As described below, the transfer of assets was precipitated by an involuntary Chapter 11 bankruptcy petition against Conetco that was filed by Conetco's creditors, including WilTel, on July 1, 1996 with the United States Bankruptcy Court of the Southern District of New York ("Bankruptcy Court") and assigned Docket No. 96-B-43504(PBA). The Applicant regrets that Conetco was unable to notify the Commission of this transfer of assets prior to consummating the transfer.

WilTel is a Delaware corporation that is a wholly-owned subsidiary of WorldCom.¹ WilTel and WorldCom are both headquartered at 515 East Amite Street, Jackson, Mississippi 39201. WilTel is a facilities-based provider of interexchange services in 48 states, including Kentucky. WilTel also is

¹ WorldCom, a publicly-held Georgia corporation, is currently the nation's fourth largest interexchange carrier. WorldCom provides a full array of domestic and international voice and data communications services to business and residential customers worldwide pursuant to authority granted by the Federal Communications Commission ("FCC"). WorldCom also is authorized to provide intrastate interexchange services in 48 states, including Kentucky. In 1995, WorldCom had revenues of approximately \$3.64 billion.

KELLEY DRYE & WARREN LLP

authorized to provide interstate and international telecommunications services pursuant to authority granted by the FCC.

On July 1, 1996, Conetco's creditors, including WilTel, filed a petition for Chapter 11 involuntary bankruptcy against Conetco with the Bankruptcy Court. Thereafter, on August 6, 1996, the Bankruptcy Court issued a Consent Order wherein the Bankruptcy Court mandated that Conetco: (1) immediately transfer its "1+" customer base free and clear of claims and interests to WilTel; (2) provide notice of such transfer to each of its "1+" customers as requested by WilTel; and (3) deliver to WilTel, upon request, all customer records, billing records, payment records, documents, invoices, contracts, lease rights, network contracts, customer contracts or any other agreements related to the furnishing of "1+" long distance services by Conetco to its end users, and all computer tapes, disks or other media containing, describing or compiling information related to any of the foregoing. Therefore, beginning August 6, 1996, WilTel began to acquire the above-described Conetco assets pursuant to the Bankruptcy Court's Consent Order.

The transfer of assets is being made in a seamless fashion that will not adversely affect the provision of telecommunications service to Conetco's former customers in Kentucky. Conetco's former customers will receive the same high quality services from WilTel that they received from Conetco, at the same rates, and under the same terms and conditions. WilTel will amend its tariff as necessary to incorporate the services, rates, terms and conditions previously offered by Conetco. Thus, the transfer will not detrimentally impact consumers in Kentucky.

The transfer of assets from Conetco to WilTel is in the public interest. WilTel's acquisition of Conetco's customer base avoided any unnecessary interruption in the telecommunications service provided to Conetco's former customers in Kentucky. WilTel is fully qualified to provide high quality telecommunications services to Conetco's former customers at competitive prices. Therefore, from the perspective of affected customers, the transfer will be largely transparent, leaving the quality of service that they expect unaltered. In addition, the transfer will allow WilTel to realize significant economies of scale, thereby making it possible for WilTel to introduce new products and services.

Respectfully submitted,

WORLD COM NETWORK SERVICES, INC. D/B/A WILTEL
NETWORK SERVICES

By: Andrea D. Pruitt

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BY: Phyllis Lamm
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CONETCO CORPORATION d/b/a
COMMUNICATIONS NETWORK CORPORATION

PUBLIC SERVICE
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RATES, RULES and REGULATIONS for FURNISHING
RESALE TELECOMMUNICATIONS SERVICES

Filed with the

PUBLIC SERVICE COMMISSION OF KENTUCKY

This tariff contains the descriptions, regulations, and rates applicable to the furnishing of service and facilities for resale telecommunication services provided by Conetco Corporation d/b/a Communications Network Corporation between points within the Commonwealth of Kentucky.

PUBLIC SERVICE COMMISSION
OF KENTUCKY
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Issued: October 19, 1995

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the Public Service Commission of
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dated: November 30, 1995

Effective: November 30, 1995

Issued By Conetco Corporation

By:

Walid Khatib, CEO

By: *Jordan C. Neal*

FOR THE PUBLIC SERVICE COMMISSION

Walid Khatib

CHECK SHEET

The Title Page and Pages of this tariff are effective as of the date shown. Original and revised pages, as named below, contain all changes from the original tariff that are in effect on the date thereon except as otherwise noted.

<u>PAGE</u>	<u>REVISION LEVEL</u>
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BY: Jordan C. Neal
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* - Items changed with this filing.

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By: Wally Khatib
Wally Khatib, CEO

TARIFF FORMAT

Page Numbering - Page numbers appear in the upper right hand corner of the page. Pages are numbered sequentially. From time to time new pages may be added to the tariff. When a new page is added between existing pages a decimal is added to the preceding page number. For example, a new page added between Pages 3 and 4 would be numbered 3.1.

Explanation of Symbols - When changes are made in any tariff sheet, a revised sheet will be issued canceling the tariff sheet affected. Changes will be identified on the revised page(s) through the use of the following symbols:

- (C) - To signify changed regulation.
- (D) - To signify discontinued rate or regulation.
- (I) - To signify increased rates.
- (M) - To signify material relocated from one page to another without change.
- (N) - To signify new rate, regulation, or text.
- (R) - To signify reduced rate.
- (T) - To signify a change in text, but no change in rate or regulation.

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PUBLIC SERVICE COMMISSION
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By: Wally Khatib

Wally Khatib, CEO

Application of Tariff

This tariff contains the regulations and rates applicable to the furnishing of intrastate resale common carrier communications service by Conetco Corporation d/b/a Communications Network Corporation within the State of Kentucky.

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Wally Khatib, CEO

SECTION 1 - TERMS AND ABBREVIATIONS

Access Line - An arrangement which connects the Subscriber's or Customer's location to the Carrier's designated point of presence or network switching center.

Authorized User - A person, firm or corporation, or any other entity authorized by the Customer or Subscriber to communicate utilizing the Company's services.

Carrier or Company - Conetco Corporation d/b/a Communications Network Corporation unless otherwise indicated by the context.

CNC - Used throughout this tariff to refer to Conetco Corporation d/b/a Communications Network Corporation unless otherwise indicated by the text.

Customer - The person, firm or corporation, or other entity which orders, cancels, amends, or uses service and is responsible for the payment of charges and/or compliance with tariff regulations.

Customer Premises Equipment - Terminal equipment, as defined herein, which is located on the Customer's premises.

Day Rate Period - After 8:00 am to, but not including, 5:00 pm Monday through Friday.

Dedicated Access - See Special Access Origination/Termination.

Evening Rate Period - After 5:00 pm to, but not including, 11:00 pm Monday through Friday, and on Sunday.

Holiday - One of the following federally recognized holidays: New Year's Day (January 1), Independence Day (July 4), Labor Day, Thanksgiving Day, and Christmas Day (December 25).

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SECTION 1 - TERMS AND ABBREVIATIONS, (CONT'D.)

Night/Weekend Rate Period - After 11:00 pm to, but not including, 8:00 am Monday through Friday, all day Saturday, and Sunday to, but not including 5:00 pm.

Special Access Origination/Termination - Where originating or terminating access between the Customer and the interexchange carrier is provided on dedicated circuits. The LEC provides these dedicated circuits from the Customer's location to the Company's point of presence. The rates and charges for dedicated circuits are determined by the LEC and the Customer is responsible for payment of these charges to the LEC.

Switched Access Origination/Termination - Where originating or terminating access between the Customer and the interexchange carrier is provided on local exchange company Feature Group circuits.

Subscriber - The person, firm, corporation, or other legal entity which arranges for services of the Company on behalf of itself or Authorized Users. The Subscriber is responsible for compliance with the terms and conditions of this tariff. A Subscriber may also be a Customer when the Subscriber uses services of the Company.

Terminal Equipment - Devices, apparatus, and associated wiring, such as teleprinters, telephones, or data sets.

V & H Coordinates - Geographic points which define the originating and terminating points of a call in mathematical terms so that the airline mileage of the call may be determined. Call mileage is used for the purposed of rating calls.

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Wally Khatib, CEO

SECTION 2 - RULES AND REGULATIONS

2.1 Undertaking of the Company

CNC services and facilities are furnished for intrastate communications originating at specified points within the state of Kentucky under terms of this tariff. Intrastate service is offered in conjunction with interstate service.

CNC installs, operates, and maintains the communications services provided hereinunder in accordance with the terms and conditions set forth under this tariff. CNC may act as the Customer's agent for ordering access connection facilities provided by other carriers or entities, when authorized by the Customer, to allow connection of a Customer's location to the CNC network. The Customer shall be responsible for all charges due for such service arrangement.

The Company's services and facilities are provided on a monthly basis unless otherwise provided, and are available twenty-four hours per day, seven days per week.

2.2 Limitations

2.2.1 Presubscribed service is offered in Equal Access areas only. Travel service is available from all areas.

2.2.2 Service is offered subject to the availability of the necessary facilities and equipment and subject to the provisions of this tariff.

2.2.3 CNC reserves the right to discontinue or limit service when necessitated by conditions beyond its control, or when the Customer is using service in violation of provisions of this tariff or of the law.

2.2.4 The Company does not undertake to transmit messages, but offers the use of its facilities when available, and will not be liable for errors in transmission or for failure to establish connections.

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BY: James C. Neal
Issued By Conetco Corporation FOR THE PUBLIC SERVICE COMMISSION

By: Wally Khatib
Wally Khatib, CEO

SECTION 2 - RULES AND REGULATIONS, (CONT'D.)

2.3 Use

Services provided under this tariff may be used for any lawful purpose for which the service is technically suited.

2.4 Liabilities of the Company

- 2.4.1 CNC liability for damages arising from any failure of service shall not exceed an amount equivalent to the proportionate charge to the Customer for the period during which the failure occurs.
- 2.4.2 The Company shall not be liable for any claim or loss not directly caused by negligence of the Company.
- 2.4.3 Acceptance of the liability provisions contained in this tariff by the Commission does not constitute its determination that the limitation of liability imposed by the Company should be upheld in a court of law, but the recognition that, as it is the duty of the courts adjudicate negligence claims and rights to recover damages thereof, so it is the duty of the courts to determine the validity of the exculpatory provision of this tariff.

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Wally Khatib, CEO

SECTION 2 - RULES AND REGULATIONS, (CONT'D.)

2.5 Taxes

All state and local taxes (i.e., gross receipts tax, sales tax, municipal utilities tax) are listed as separate line items and are not included in the quoted rates.

2.6 Terminal Equipment

The Company's facilities and service may be used with or terminated in Customer-provided terminal equipment or Customer-provided communications systems, such as a telephone set, PBX or key system. Such terminal equipment shall be furnished and maintained at the expense of the Customer, except as otherwise provided. The Customer is responsible for all costs at his or her premises, including personnel, wiring, electrical power, and the like, incurred in the use of the Company's service. When such terminal equipment is used, the equipment shall comply with the generally accepted minimum protective criteria standards of the telecommunications industry as endorsed by the Federal Communications Commission.

2.7 Installation and Termination

Service is installed upon mutual agreement between the Customer and the Company. The service agreement does not alter rates specified in this tariff.

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Wally Khatib, CEO

SECTION 2 - RULES AND REGULATIONS, (CONT'D.)

2.8 Payment for Service

The Customer is responsible for payment of all charges for services and equipment furnished to the Customer or to an Authorized User of the Customer by CNC. All charges due by the Customer are payable to the Company or to the Company's authorized billing agent (such as a local exchange telephone company or other authorized entity). Terms of payment shall be according to the rules and regulations of the billing agent and subject to the rules of regulatory agencies, including the P.S.C Ky. Any objections to billed charges must be reported to the Company or its billing agent within sixty days after receipt of bill. Contested charges will be handled in accordance with 807 KAR 5:006, Section 9. Adjustments to Customer's bills shall be made to the extent that circumstances exist which reasonably indicate that such changes are appropriate. All invoices are due and payable upon receipt of the invoice. All amounts owed after the due date are subject to late payment penalty charges of 1.5% per month. The penalty may be assessed only once on any bill for rendered services. Any payment received shall first be applied to the bill for service rendered. Additional penalty charges shall not be assessed on unpaid penalty charges.

2.9 Cancellation by Customer

Any Customer desiring service terminated or changed from one address to another, shall give the utility three (3) working days' notice in person, in writing, or by telephone, provided such notice does not violate contractual obligations or tariff provisions.

2.10 Interconnection

Service furnished by CNC may be connected with the services or facilities of other carriers. Such service or facilities, if used, are provided under the terms, rates and conditions of the other carrier. The Customer is responsible for all charges billed by other carriers for use in connection with CNC service. Any special interface equipment or facilities necessary to achieve compatibility between carriers is the responsibility of the Customer.

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By: Wally Khatib PURSUANT TO 807 KAR 5:011,
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BY: Jordan C. Neal
FOR THE PUBLIC SERVICE COMMISSION

NOV 30 1995

SECTION 2 -RULES AND REGULATIONS, (CONT'D.)

2.11 Refusal or Discontinuance by Company

CNC may refuse or discontinue service under the following conditions. Unless otherwise stated, the Customer will be given ten (10) day's written notice and allowed a reasonable time to comply with any rule or remedy any deficiency.

- 2.11.1 For non-compliance with and/or violation of any State or municipal law, ordinance or regulation pertaining to telephone service.
- 2.11.2 For the use of telephone service for any other property or purpose other than that described in this application.
- 2.11.3 For failure or refusal to provide the Company with a deposit to insure payment of bills in accordance with the Company's regulations or failure to meet the Company's credit requirements.
- 2.11.4 For neglect or refusal to provide reasonable access to the Company for the purpose of inspection and maintenance of equipment owned by the Company.
- 2.11.5 For non-compliance with and/or violation of the Commission's regulations or the Company's rules and regulations on file with the Commission, provided ten (10) working days' written notice is given before termination.
- 2.11.6 For non-payment of bills for telephone service. Suspension or termination of service shall not be made without ten (10) working days' written notice to the Customer.
- 2.11.7 Without notice in the event of Customer use of equipment in such a manner as to adversely affect the Company's equipment or the Company's service to others.

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SECTION 2 - RULES AND REGULATIONS, (CONT'D.)

2.11 Refusal or Discontinuance by Company, (Cont'd.)

- 2.11.8 Without notice in the event of tampering with the equipment furnished and owned by the Company.
- 2.11.9 Without notice in the event of unauthorized or fraudulent use of service. Whenever service is discontinued for fraudulent use of service, the Company may, before restoring service, require the Customer to make, at his own expense, all changes in facilities or equipment necessary to eliminate illegal use and to pay an amount reasonably estimated as the loss in revenues resulting from such fraudulent use.
- 2.11.10 For failure of the Customer to make proper application for service.
- 2.11.11 For Customer's breach of the contract for service between the Company and the Customer.
- 2.11.12 When necessary for the Company to comply with any order or request of any governmental authority having jurisdiction.
- 2.11.13 For periods of inactivity over sixty (60) days.

2.12 Inspection, Testing and Adjustment

Upon reasonable notice, the facilities provided by the Carrier shall be made available to the Carrier for tests and adjustments as may be deemed necessary by the Carrier for maintenance. No interruption allowance will be granted for the time during which such tests and adjustments are made when the interruption is less than twenty-four consecutive hours.

2.13 Tests, Pilots, Promotional Campaigns and Contests

The Carrier may conduct special tests, pilot programs, waivers and promotions at its discretion to demonstrate the ease of use, quality of service and to promote the sale of its services. Such promotions will be filed with the P.S.C. Ky. in this Tariff on not less than thirty (30) days notice.

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FOR THE PUBLIC SERVICE COMMISSION

SECTION 2 - RULES AND REGULATIONS, (CONT'D.)

2.14 Interruption of Service

Credit allowances for interruptions of service caused by service outages or deficiencies are limited to the initial minimum period call charges for re-establishing the interrupted call.

2.15 Reservation of 800 Numbers

The Company will make every effort to reserve 800 vanity numbers for customers, but makes no guarantee or warranty that the requested number(s) will be available.

2.16 Bill Format

Bills rendered to Customers by CNC contain the following information:

Date of Bill Rendering
Company Name
Service Dates
Due Date
Past Due Date
Current Amount Due
Past Due Amount (if applicable)
Past Due Penalties (if applicable)
Date and Time of Each call
Originating location and terminating number
Call duration
Call type
Total Charges per Call
Total Charges for Company Services
Taxes
Toll-Free Customer Service Number (800) 262-5003

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By: *Wally Khatib*
Wally Khatib, CEO

SECTION 3 - DESCRIPTION OF SERVICE & RATES

3.1 Description of Service

Service is available twenty-four hours per day, seven days a week. Service is offered on a presubscription basis and dial access basis from equal access exchanges. Service is offered on a dial access basis only from exchanges in which equal access is not available.

3.2 Timing of Calls

Billing for calls placed over the network is based in part on the duration of the call.

3.2.1 Timing for all calls begins when the called party answers the call (i.e. when two way communications are established.) Answer detection is based on standard industry answer detection methods, including hardware and software answer detection.

3.2.2 Chargeable time for all calls ends when one of the parties disconnects from the call.

3.2.3 Call durations and minimum calling periods are provided with each specific product as described this tariff.

3.2.4 There is no billing applied for incomplete calls.

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By: Wally Khatib

Wally Khatib, CEO

SECTION 3 - DESCRIPTION OF SERVICE & RATES, (CONT'D.)

3.3 Rate Periods

Unless otherwise indicated elsewhere in this tariff, all usage-based rates are subject to the following time-of-day, day-of-week, and holiday rate periods:

- 3.3.1 Day Rate Period - Applies to that portion of a call occurring from 8:00 AM to, but not including, 5:00 PM Monday through Friday.
- 3.3.2 Evening Rate Period - Applies to that portion of a call occurring from 5:00 PM to, but not including, 11:00 PM Sunday through Friday.
- 3.3.3 Night/Weekend Rate Period - Applies to that portion of a call occurring from 11:00 PM to, but not including 8:00 AM all days, 8:00 AM to, but not including, 11:00 PM Saturday; 8:00 AM to, but not including, 5:00 PM Sunday.
- 3.3.4 Holiday Rates - Apply to that portion of a call occurring on Company acknowledged Holidays. The rate is equivalent to the Evening Rate unless a lower rate would normally apply. Holiday rates apply on New Year's Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.
- 3.3.5 When a call is established in one rate period and ends in another rate period, the rate in effect at the calling station applies to the portion of the call occurring within that rate period. When a unit of time is split between two rate periods, the rate applicable to that unit of time is based on the rate period in which it began.

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SECTION 3 - DESCRIPTION OF SERVICE & RATES, (CONT'D.)

3.4 Calculation of Distance

Usage charges for all mileage sensitive products are based on the airline distance between the serving wire center locations associated with the originating and terminating points of the call.

The distance between the originating and terminating points is calculated by using the "V" and "H" coordinates of the serving wire centers as defined by BellCore (Bell Communications Research), in the following manner:

- Step 1:** Obtain the "V" and "H" coordinates for the serving wire center of the Customer's switch and the destination point.
- Step 2:** Obtain the difference between the "V" coordinates of each of the serving wire centers. Obtain the difference between the "H" coordinates.
- Step 3:** Square the differences obtained in Step 2.
- Step 4:** Add the squares of the "V" difference and "H" difference obtained in Step 3.
- Step 5:** Divide the sum of the square obtained in Step 4 by ten (10). Round to the next higher whole number if any fraction results from the division.
- Step 6:** Obtain the square root of the whole number obtained in Step 5. Round to the next higher whole number if any fraction is obtained. This is the distance between the originating and terminating serving wire centers of the call.

Formula:

$$\sqrt{\frac{(V_1 - V_2)^2 + (H_1 - H_2)^2}{10}}$$

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PURSUANT TO 807 KAR 5:011,
SECTION 9 (1)

BY: Andrew C. Neal
FOR THE PUBLIC SERVICE COMMISSION

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By: Wally Khatib
Wally Khatib, CEO

SECTION 3 - DESCRIPTION OF SERVICE & RATES, (CONT'D.)

3.5 Service Offerings

CNC offers 1+ outbound, inbound "800" and travel card service to its Customers. Intrastate service is offered in conjunction with interstate service.

3.5.1 Connect Kentucky Plan

Connect Kentucky Plan allows Customers to place direct dialed calls to terminating locations. Customers are presubscribed to the CNC network. Calls are placed by dialing "1+" and the destination telephone number, including the area code if applicable. Customers may access Dial "1" Service through switched or dedicated access facilities. Calls are billed in one (1) minute increments with an initial period of one (1) minute. Connect Kentucky service is offered in conjunction with Connect USA Service.

(A) Switched Access Volume Discounted Rate

<u>Term /Volume Plan</u>	<u>Per Minute Rates</u>
Residential Service	\$0.1667
Major Accounts	\$0.1667
Wholesale "B"	\$0.1604
Wholesale "A"	\$0.1563

(B) Dedicated Access Volume Discounted Rate

<u>Term /Volume Plan</u>	<u>Per Minute Rates</u>
Residential Service	N/A
Major Accounts	N/A
Wholesale "B"	\$0.0953
Wholesale "A"	\$0.0928

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Wally Khatib, CEO

SECTION 3 - DESCRIPTION OF SERVICE & RATES, (CONT'D.)

3.5 Service Offerings, (Cont'd.)

3.5.2 CNC 800 Service

CNC 800 Service is an inward WATS service. It permits termination of intrastate calls from diverse geographic locations to Customer local exchange lines or to dedicated access facilities. With CNC 800 Service, the Customer is billed for the call rather than the call originator. Calls are billed in one (1) minute increments with an initial period of one (1) minute. Intrastate service is offered in conjunction with interstate service.

(A) Switched Access Volume Discounted Rate

<u>Term /Volume Plan</u>	<u>Per Minute Rates</u>
Residential Service	\$0.1667
Major Accounts	\$0.1667
Wholesale "B"	\$0.1604
Wholesale "A"	\$0.1563

(B) Dedicated Access Volume Discounted Rate

<u>Term /Volume Plan</u>	<u>Per Minute Rates</u>
Residential Service	N/A
Major Accounts	N/A
Wholesale "B"	\$0.0953
Wholesale "A"	\$0.0928

(C) CNC 800 Monthly Charge

Monthly Recurring Fee \$5.00

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Wally Khatib, CEO

SECTION 3 - DESCRIPTION OF SERVICE & RATES, (CONT'D.)

3.5 Service Offerings, (Cont'd.)

3.5.3 Travel Card Service

Travel Card Service offers CNC Customers the ability to place calls while away from the home or office using a special access code and personal identification number. Usage charges, as defined in Section 3.5.1, and a per call charge, as defined below, applies.

(A) Per Minute Rates

<u>Term /Volume Plan</u>	<u>Per Minute Rates</u>
Residential Service	\$0.1667
Major Accounts	\$0.1667
Wholesale "B"	\$0.1604
Wholesale "A"	\$0.1563

(B) Per Call Charge \$0.25

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SECTION 4- MISCELLANEOUS SERVICES

4.1 Directory Assistance

Directory Assistance is available to Customers of CNC. A Directory Assistance charge applies to each call to the Directory Assistance Bureau. Up to two requests may be made on each call to Directory Assistance. The Directory Assistance charge applies to each call regardless of whether the Directory Assistance Bureau is able to furnish the requested telephone number.

Directory Assistance, Per Call \$0.75

4.2 Promotional Offerings

The Company may from time to time engage in special promotional trial service offerings of limited duration, not to exceed ninety days, designed to attract new subscribers or to increase subscriber awareness of a particular service offering. Such promotional offerings will be limited to specific dates, times, and locations. Except for the rates charged under such promotions, all other terms and conditions of service contained in this tariff will apply to CNC's promotional service offerings. The Commission will be notified thirty (30) days prior to the start of any promotional offering.

4.3 Late Payment Charge

A late fee of 1.5% per month will be charged on any past due balance. A late penalty may be assessed only once on any bill for rendered service.

4.4 Return Check Charge

A return check charge of \$15.00 or 5% of the balance due (whichever is greater) will be assessed for checks returned for insufficient funds. Any applicable return check charges will be assessed according to the terms and conditions of the billing entity (i.e. local exchange company and/or commercial credit card company) and pursuant to Kentucky law and KPSC regulations.

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FOR THE PUBLIC SERVICE COMMISSION